

CITY OF BISMARCK DEFERRED SICK LEAVE FUND
INVESTMENT PERFORMANCE REPORT AS OF AUGUST 31, 2003

	August-03				July-03				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Month	FYTD	FY03	Ended	Ended
				Net ROR				Net ROR	Net	Net	6/30/2003	6/30/2003
											Net	Net
LARGE CAP DOMESTIC EQUITY												
<i>Structured Growth</i>												
Los Angeles Capital	9,920	1.6%	1.5%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
AllianceBernstein	0	0.0%	0.0%	N/A	9,619	1.6%	1.5%	3.53%	N/A	-1.88%	-21.24%	N/A
Total Structured Growth	9,920	1.6%	1.5%	3.11%	9,619	1.6%	1.5%	3.53%	6.74%	-1.88%	-21.24%	N/A
Russell 1000 Growth				2.49%				2.49%	5.04%	2.94%	-21.54%	N/A
<i>Structured Value</i>												
LSV	9,389	1.5%	1.5%	3.26%	9,099	1.5%	1.5%	1.53%	4.85%	-2.25%	8.84%	N/A
Russell 1000 Value				1.56%				1.49%	3.07%	-1.02%	-0.19%	N/A
<i>S&P 500 Index</i>												
State Street	44,673	7.4%	7.0%	1.95%	43,820	7.2%	7.0%	1.77%	3.75%	0.23%	-11.28%	N/A
S&P 500				1.95%				1.76%	3.74%	0.25%	-11.20%	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	63,983	10.5%	10.0%	2.32%	72,157	11.9%	10.0%	2.00%	4.36%	-0.48%	-9.33%	N/A
S&P 500				1.95%				1.76%	3.74%	0.25%	-11.20%	N/A
SMALL CAP DOMESTIC EQUITY												
<i>Manager-of-Managers</i>												
SEI	34,429	5.7%	5.0%	4.83%	32,834	5.4%	5.0%	6.11%	11.24%	0.09%	N/A	N/A
Russell 2000 + 200bp				4.75%				6.43%	11.48%	0.36%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	34,429	5.7%	5.0%	4.83%	32,834	5.4%	5.0%	6.11%	11.24%	0.09%	-3.49%	N/A
Russell 2000				4.58%				6.26%	11.13%	-1.63%	-3.30%	N/A
CONVERTIBLES												
TCW	61,946	10.2%	10.0%	0.67%	61,376	10.1%	10.0%	1.23%	1.90%	10.23%	-9.51%	N/A
First Boston Convertible Index				1.64%				0.45%	2.10%	15.46%	-3.77%	N/A
INTERNATIONAL EQUITY												
<i>Large Cap - Active</i>												
Capital Guardian	54,228	8.9%	8.0%	3.43%	52,397	8.6%	8.0%	4.79%	8.39%	-10.31%	-15.85%	N/A
MSCI EAFE - 50% Hedged				2.77%				3.28%	6.14%	-11.24%	-15.51%	N/A
<i>Small Cap - Value</i>												
Lazard	6,662	1.1%	1.0%	3.10%	6,462	1.1%	1.0%	1.00%	4.13%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				6.30%				3.20%	9.70%	N/A	N/A	N/A
<i>Small Cap - Growth</i>												
Vanguard	6,475	1.1%	1.0%	4.08%	6,222	1.0%	1.0%	4.78%	9.06%	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				6.30%				3.20%	9.70%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	67,365	11.1%	10.0%	3.46%	65,081	10.7%	10.0%	4.40%	8.01%	-9.20%	-15.51%	N/A
MSCI EAFE - 50% Hedged				2.77%				3.28%	6.14%	-11.24%	-15.51%	N/A
DOMESTIC FIXED INCOME												
<i>Core Bond</i>												
Western Asset	176,089	29.0%	30.0%	1.41%	173,865	28.6%	30.0%	-4.77%	-3.42%	12.77%	11.23%	N/A
Lehman Aggregate				0.66%				-3.36%	-2.72%	10.39%	10.07%	N/A
<i>Index</i>												
Bank of ND	97,073	16.0%	18.0%	0.60%	96,494	15.9%	18.0%	-4.02%	-3.45%	13.26%	10.87%	N/A
Lehman Gov/Credit				0.66%				-4.19%	-3.56%	13.14%	10.82%	N/A
<i>BBB Average Quality</i>												
Strong	76,114	12.5%	12.0%	0.99%	75,110	12.4%	12.0%	-4.61%	-3.67%	17.91%	N/A	N/A
Lehman US Credit BAA				0.98%				-4.49%	-3.55%	18.33%	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	349,276	57.5%	60.0%	1.09%	345,469	56.9%	60.0%	-4.53%	-3.48%	13.18%	10.80%	N/A
Lehman Gov/Credit				0.66%				-4.19%	-3.56%	13.14%	10.82%	N/A
CASH EQUIVALENTS												
<i>Bank of ND</i>												
90 Day T-Bill	30,374	5.0%	5.0%	0.10%	30,603	5.0%	5.0%	0.09%	0.19%	1.57%	3.26%	N/A
				0.08%				0.07%	0.15%	1.52%	3.33%	N/A
TOTAL DEFERRED SICK LEAVE FUND	607,373	100.0%	100.0%	1.60%	607,519	100.0%	100.0%	-1.60%	-0.03%	8.77%	3.02%	N/A
POLICY TARGET BENCHMARK				1.21%				-1.71%	-0.53%	8.44%	3.48%	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.